### 2013 Workforce Safety & Insurance (WSI) Legislative Quick Guide (as of 5/13/13)

**HB 1021 WSI Appropriation Bill** 

House vote: DP 92-0 Senate vote: DP 47-0

Signed by Governor April 29, 2013

Provides a WSI budget appropriation of \$63,322,422 and 250.14 FTEs.

## HB 1051 Study of Workers' Compensation Preferred Provider Program (WCRC) [Board

Supports]

House IBL Vote: DP 14-0 House Vote: DP 94-0 Senate IBL Vote: DP 7-0 Senate vote: DP 47-0

Signed by Governor March 26, 2013

- Provides for a study to be conducted by the Workers' Compensation Review Committee during the 2013-2014 interim relating to the Preferred Provider Program.
- Provides that the study may be conducted as an element of the independent performance evaluation conducted under NDCC Section 65-02-30.

Fiscal impact: The study would be included as an element of the statutorily required independent performance evaluation of which funding authority already exists. No additional fiscal impact is anticipated.

## HB 1052 (Engrossed w/Senate Amendments) Preferred Provider Program—Employer Notification

(WCRC) [Board Supports w/ Amendment]

House IBL Vote: DP 15-0 Amended
Senate IBL Vote: DP 6-1 Amended
Senate vote: DP 47-0
House Consumed and Passed 02.0

House Concurred and Passed 92-0 Signed by Governor Apr15, 2013

- Provides that the employer shall provide written notice of the identity and terms of the preferred provider program to its employees upon initial selection of a preferred provider or a change in preferred provider as well as to every new employee hired after the initial selection was made.
- Notice must be provided at least annually to all employees after the initial notice.

Fiscal impact: None is anticipated.

HB 1080 (w Senate Amendments) WSI Injury Services Bill [Board Supports] House IBL vote: DP 14-0 House vote: DP 94-0, 2<sup>nd</sup> Reading Passed 90-3

Senate IBL vote: DP 5-2 Amended Senate vote: 45-2

Signed by Governor Apr 24, 2013

- Allows WSI to consider federal wages when determining the average weekly wage of a National Guard member injured while serving on state active duty.
- Enables WSI to consider non-covered wages received post-injury by an injured worker when WSI is determining vocational rehabilitation options or entitlement to disability benefits.
- Combines biennial report reporting requirements into one section of law rather than two.

- Allows WSI to recoup any benefits paid should a person seeking benefits because of the death of an employee receive benefits from another state for the same injury.
- Provides for a discontinuation of benefits for those incarcerated in excess of 180 consecutive days and a suspension of benefits for those incarcerated between 3 and 180 days.
- Corrects an oversight from the previous Legislative Assembly within the permanent partial impairment (PPI) statute.
- Updates terms used in the Rehabilitation Chapter, 65-05.1, to reflect the vocational rehabilitation program is now in-house and is no longer a contracted service.
- Eliminates the provision in the Rehabilitation Chapter that allows for suspension of benefits for certain types of vocational rehabilitation noncompliance.
- Provides that a work search is required for those injured workers who do not meet the criteria of the vocational rehabilitation options, but are capable of performing some type of work.

Fiscal impact: No significant impact to premium rate or reserve levels is anticipated.

# HB 1081 State Agency Workers Compensation Program—Report to Budget Section [Board

Supports]

House IBL Vote: DP 14-0 House Vote: DP 94-0 Senate IBL Vote: DP 7-0 Senate vote: DP 47-0

Signed by Governor March 26, 2013

• Eliminates the periodic reporting requirement to the budget section in regards to the state entities consolidated workers compensation program.

Fiscal impact: None.

HB 1163 (w Senate Amendments) Definition of Compensable Injury [Board Supports] House IBL Vote: DP 11-4 House Vote: DP 61-28, 2<sup>nd</sup> Reading Passed 65-28

Senate IBL Vote: 5-2 Amended Senate vote: 27-19

Signed by Governor Apr 26, 2013

Clarification in response to a recent Supreme Court Case where the Court has indicated confusion
in discerning the legislature's intent regarding proper application of claims involving preexisting
medical conditions.

Fiscal impact: None. Proposed bill will not result in a change to WSI's historical application of the statute.

SB 2080 WSI Employer Services Bill [Board Supports]

Senate IBL vote: DP 7-0 Senate vote: DP 46-1 House IBL vote: DP 12-3 House vote: DP 87-3

Signed by Governor April 1, 2013

- Provides for the advance collection of premiums from accounts with a higher risk of default.
- Increases penalties for noncomplying employers.
- Provides for the recovery of delinquent premiums, penalties, and interest from compensation payments in the event the injured worker was also the employer in default.
- Clarifies the determination of benefits and premiums for emergency volunteer health practitioners.

- Provides for the assessment of a fee as the basis for determining premium for volunteer organizations.
- Provides for the assessment of a fee as the basis for determining premium for vocational training and work evaluation programs.
- Clarifies that under the extraterritorial statute wages reported should include wages earned in the state and not just wages paid in the state.

Fiscal impact: No significant impact to premium rate levels is anticipated.

SB 2134 (Engrossed) Definition of Law Enforcement Officer [Board Supports]

Senate IBL vote: DP 7-0 Amended House IBL vote: DP 13-1

Senate vote: DP 44-0 House vote: DP 88-4

Signed by Governor April 1, 2013

 Modifies the definition of law enforcement officer to include full-time North Dakota Parks and Recreation department personnel appointed to peace officer status by the Director of North Dakota Parks and Recreation. As a result, they will fall under law enforcement presumption coverage.

Fiscal impact: No impact to statewide premium rate and reserve levels. Will serve to increase premiums for the ND Parks and Recreation Department by approximately \$7,000 per year.

SB 2178 Vehicle Allowance [Board Supports]
Senate IBL vote: DP 7-0 Senate vote: DP 47-0
House IBL vote: DP 12-0 House vote: DP 92-0
Signed by Governor April 2, 2013

• Increases the maximum amount payable for vehicles and vehicle adaptation expenses from \$100,000 to \$150,000.

Fiscal impact: No material impact to statewide premium rate and reserve levels.

SB 2298 (Engrossed w/Conference Committee Amendments) Treating Doctors Opinion [Board

Supports

Senate IBL vote: DP 7-0 Amended Senate vote: DP 46-0

**House IBL vote:** DP 10-4 w/House Amendments **House vote:** DP 63-28 2<sup>nd</sup> Reading Passed both Chambers - Senate 24-22 and House 66-27

Signed by Governor May 3, 2013

• Clarifies criteria for resolving conflicting medical opinions.

Fiscal impact: May preclude further litigation costs resulting from alternative interpretations of the current statute.

#### Failed Bills

HB 1053 Medical Provider Disclosure (WCRC) [Board Neutral] House IBL Vote: DNP 14-1 House Vote: DNP 8-86 • Requires medical providers that have entered into a professional relationship with WSI to inform injured workers they may treat, of the relationship with WSI.

Fiscal impact: No fiscal impact is anticipated.

HB 1376 Mental/Mental Injury-First Responder Bill [Board Neutral] House IBL Vote: DNP 13-1 House Vote: DNP 20-71

- Provides coverage of benefits for "first responders" who sustain a mental injury arising from mental stimulus if the conditions causing the injury were extraordinary and unusual.
- Excludes mental injuries arising from normal employer and employee relations such as personnel actions.

Fiscal impact: Not quantifiable. May serve to increase premiums within the "first responder" rate classifications.

HB 1457 Injured Employee Liaison Program [Board Opposes] House IBL Vote: DNP 11-4 House Vote: DNP 21-68

Establishes a liaison program for injured workers.

Fiscal impact: Uncertain at this time whether program will require additional staff and resources.

SB 2050 Permanent Partial Impairment (PPI) Rating Disputes (WCRC) [Board Opposes] Senate IBL Vote: DNP 6-1 Senate vote: DNP 14-33

• Establishes criteria for determining a prevailing PPI rating after a PPI rating determination is made by an independent doctor.

Fiscal impact: No significant fiscal impact is anticipated.

SB 2297 Study of WSI's Treatment of Preexisting Medical Conditions [Board Opposes] Senate IBL vote: DP 5-2 Senate vote: DP 46-0 House IBL vote: DNP 13-1 House vote: DNP 18-75

 Provides for a legislative management study of the state's workers' compensation system's treatment of preexisting medical conditions.

Fiscal impact: None.

SB 2321 (Engrossed) Volunteer Firefighters—Determining Compensation [Board Supports]

Senate IBL vote: DP 7-0 Senate vote: DP 47-0 House IBL vote: DNP 8-7 House vote: DNP 38-54

• Provides for the consideration of wages from all employment in determining compensation benefits for volunteer firefighters.

Fiscal impact: No significant impact is anticipated.